



**COUNTY OF LOS ANGELES
DEPARTMENT OF AUDITOR-CONTROLLER**

KENNETH HAHN HALL OF ADMINISTRATION
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LOS ANGELES, CALIFORNIA 90012-3873
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WENDY L. WATANABE
AUDITOR-CONTROLLER

October 7, 2013

TO: Supervisor Mark Ridley-Thomas, Chairman
Supervisor Gloria Molina
Supervisor Zev Yaroslavsky
Supervisor Don Knabe
Supervisor Michael D. Antonovich

FROM: Wendy L. Watanabe
Auditor-Controller

William T Fujioka
Chief Executive Officer

Two handwritten signatures are present. The first is in blue ink and appears to be "Wendy L. Watanabe". The second is in black ink and appears to be "William T. Fujioka".

SUBJECT: JUNE 30, 2013 FUND BALANCES

In conjunction with the various departments, the Auditor-Controller has completed the process of computing the June 30, 2013 available fund balances for the various funds. The General Fund available balance will be \$1,497,581,000 after the Fiscal Year (FY) 2012-13 Final Budget and Department of Health Services budget adjustments, both of which are on the October 8, 2013 Board agenda.

Attached is the Auditor-Controller's report that lists the FY 2012-13 budget variances by department (Attachment I). The Chief Executive Officer (CEO) has also included a summary report of the budget variances by operating and non-operating department/budget units (Attachment II) and explanations of the variances (Attachment III).

Also included are the overtime summary report (Attachment IV) and detailed variance explanations (Attachment V) by department for the General Fund, Enterprise Funds, Special District, Special Fund, and the Internal Services Fund.

The FY 2013-14 Adopted Budget contained a General Fund estimated available fund balance of \$1,135,163,000, primarily comprised of Board-approved initiatives for capital and refurbishment projects, major repairs and maintenance of County facilities and

assets, and high-priority one-time departmental projects. The FY 2013-14 Supplemental Budget Resolution, also on the October 8, 2013 agenda, will recommend that \$362,418,000 of additional fund balance be temporarily placed in the appropriations for contingencies account.

The CEO's recommendations on the use of additional fund balance includes adjustments for existing carryover funds in the net amount of \$173,074,000, primarily for children and social services programs, homeless and housing initiatives, public safety initiatives, infrastructure building improvements and maintenance, various systems upgrades and improvements, museum agreements, and enhanced unincorporated area services. The remaining fund balance of \$189,344,000 is available to finance other high priority needs as included in the CEO's recommendations on the use of additional FY 2013-14 fund balance. The Board may specifically appropriate these funds by a four-fifths vote.

This excess fund balance was generated primarily from cost savings in salaries and employee benefits due to the hiring freeze, vacancies and hiring delays, savings from the freeze on services and supplies as well as capital assets, additional savings from social services programs, and additional unspent funds on programs that will be carried over to FY 2013-14. In addition, there was an over realization of revenue from sales, deed transfer and property taxes, including one-time revenues related to Redevelopment Dissolution.

Budget matters are scheduled on the October 8, 2013 Board agenda to consider the excess amount available from fund balance.

If you have any questions, please contact either of us or your staff may contact Sid Kikkawa, Senior Assistant Chief Executive Officer, at (213) 974-6872 or John Naimo, Assistant Auditor-Controller, at (213) 974-8484.

WTF:WLW:SK

JW:MM:CD:yf

H:\Acctg:\Word Processing\Board Letters\June 2013 Fund Balance

Attachments

c: Sachi A. Hamai, Executive Officer, Board of Supervisors
John F. Krattli, County Counsel
Mark J. Saladino, Treasurer and Tax Collector
Mitchell H. Katz, M.D., Director, Department of Health Services

**2012-13 NET COUNTY COST VARIANCE REPORT
ACCOUNTING PERIOD 13 - 8-27-13**

Org Name	Final Adopted Budgeted Net County Cost	Adjusted Budgeted Net County Cost	Current 2012-13 Net County Cost	Prior Year Accrual Net County Cost	Total 2012-13 Net County Cost	Net County Cost Variance
<i>Operating Budgets</i>						
Affirmative Action Compliance Office	0	0	0	(566)	(566)	566
Ag Commissioner/ Weights & Measures	10,172,000	10,637,000	8,901,121	(39,905)	8,861,216	1,775,784
Alternate Public Defender	54,565,000	53,797,000	51,563,660	(96,790)	51,466,870	2,330,130
Animal Care & Control	21,138,000	21,746,000	21,267,474	(21,138)	21,246,336	499,664
Arts Commission						
- Arts Programs	7,832,000	7,844,000	7,880,812	0	7,880,812	(36,812)
- Civic Art	57,000	57,000	49,781	0	49,781	7,219
- Prior Year Encumbrances	0	0	0	(33,642)	(33,642)	33,642
Arts Commission Total	7,889,000	7,901,000	7,930,593	(33,642)	7,896,951	4,049
Assessor	78,984,000	93,636,000	93,105,289	451,711	93,557,000	79,000
Auditor-Controller	20,406,000	21,001,000	17,866,473	(63,956)	17,802,517	3,198,483
Auditor-Controller - Transportation	0	0	(3,437)	0	(3,437)	3,437
Auditor-Controller eCAPS System	32,170,000	32,170,000	28,448,270	0	28,448,270	3,721,730
Beaches and Harbors	(18,700,000)	(18,448,000)	(30,621,346)	(587,229)	(31,208,575)	12,760,575
Board of Supervisors	114,519,000	103,333,000	56,857,706	(265,525)	56,592,181	46,740,819
Chief Executive Officer	44,126,000	43,545,000	36,027,334	(265,590)	35,761,744	7,783,256
Chief Information Officer	5,536,000	5,461,000	4,905,610	(8,959)	4,896,651	564,349
Child Support Services	1,290,000	3,271,000	8,348,035	(4,613,809)	3,734,226	(463,226)
Children & Family Services						
Children & Family Services - Administration	305,529,000	310,471,000	274,861,837	(5,772,723)	269,089,114	41,381,886
Children & Family Services - Assistance:						
- KinGAP Program	8,846,000	8,846,000	9,857,388	170,344	10,027,732	(1,181,732)
- Special Programs	0	0	0	0	0	0
- Adoption Assistance Program	10,922,000	13,768,000	0	(5,769,061)	(5,769,061)	19,537,061
- Foster Care Program	10,253,000	11,845,000	0	(4,413,921)	(4,413,921)	16,258,921
- Child Abuse Prevention Program	142,000	142,000	122,281	(10,365)	111,916	30,084
- SED Children	0	0	(216,316)	4,252,511	4,036,195	(4,036,195)
- PSSF/ Family Preservation	28,292,000	28,292,000	27,309,652	(2,361,444)	24,948,208	3,343,792
Children & Family Services - Assistance Total	58,455,000	62,893,000	37,073,005	(8,131,936)	28,941,069	33,951,931

**2012-13 NET COUNTY COST VARIANCE REPORT
ACCOUNTING PERIOD 13 - 8-27-13**

Org Name	Final Adopted Budgeted Net County Cost	Adjusted Budgeted Net County Cost	Current 2012-13 Net County Cost	Prior Year Accrual Net County Cost	Total 2012-13 Net County Cost	Net County Cost Variance
Community & Senior Services						
Community & Senior Services - Administration:	17,517,000	17,579,000	17,656,682	(384,471)	17,272,211	306,789
Community & Senior Services - Assistance:						
- Older American Act Program	133,000	397,000	385,230	330,810	716,040	(319,040)
- Workforce Investment Act	189,000	189,000	107,020	39,048	146,068	42,932
Community & Senior Services - Assistance Total	322,000	586,000	492,250	369,858	862,108	(276,108)
Community-Based Contracts	3,986,000	4,211,000	3,235,888	(28,258)	3,207,630	1,003,370
Consumer Affairs	4,989,000	5,041,000	5,221,222	(30,053)	5,191,169	(150,169)
Coroner	31,704,000	31,693,000	29,178,817	86,673	29,265,490	2,427,510
County Counsel	6,459,000	6,397,000	6,072,637	(2,789)	6,069,848	327,152
District Attorney	179,954,000	175,662,000	173,070,845	(2,119,793)	170,951,052	4,710,948
Fire Department - Lifeguards	26,514,000	26,018,000	25,545,000	0	25,545,000	473,000
Grand Jury	1,769,000	1,769,000	1,505,893	(348)	1,505,545	263,455
Grand Park	2,800,000	2,800,000	2,146,556	(14,126)	2,132,430	667,570
Health Services - General Fund:						
- Administration	127,346,000	121,205,000	23,809,852	(3,221,819)	20,588,033	100,616,967
- Contribution to Hospitals Enterprise Funds	515,476,000	522,810,000	522,810,000	0	522,810,000	0
- Online Real-Time Central Health Info DB (ORCHID)	0	1,944,000	1,576,263	0	1,576,263	367,737
- Juvenile Court Health Services	6,636,000	6,626,000	211,643	(785,031)	(573,388)	7,199,388
- Managed Care Rate Supplement	79,391,000	79,391,000	94,463,877	0	94,463,877	(15,072,877)
- Office of Managed Care	5,174,000	5,180,000	75,341,558	(4,932,341)	70,409,217	(65,229,217)
- Realignment	(84,579,000)	(84,579,000)	(89,558,453)	0	(89,558,453)	4,979,453
Health Services - General Fund Total	649,444,000	652,577,000	628,654,740	(8,939,191)	619,715,549	32,861,451
Homeless and Housing Program	62,222,000	62,222,000	21,658,603	1	21,658,604	40,563,396
Human Resources	11,570,000	11,538,000	12,081,802	(44,276)	12,037,526	(499,526)
Information Systems Advisory Body	0	0	0	(16,006)	(16,006)	16,006
Internal Services	17,050,000	17,205,000	14,868,895	(1,255,654)	13,613,241	3,591,759
LA Plaza de Cultura y Artes	1,276,000	1,276,000	1,276,000	0	1,276,000	0
LA Regional Interoperable Communications System	14,874,000	14,874,000	7,616,732	0	7,616,732	7,257,268
Mental Health	47,303,000	48,311,000	90,422,223	(40,091,552)	50,330,671	(2,019,671)
Military & Veterans Affairs	1,812,000	2,246,000	1,897,114	(2,265)	1,894,849	351,151
Museum of Art	29,151,000	29,151,000	28,731,518	(344)	28,731,174	419,826

**2012-13 NET COUNTY COST VARIANCE REPORT
ACCOUNTING PERIOD 13 - 8-27-13**

Org Name	Final Adopted Budgeted Net County Cost	Adjusted Budgeted Net County Cost	Current 2012-13 Net County Cost	Prior Year Accrual Net County Cost	Total 2012-13 Net County Cost	Net County Cost Variance
Museum of Natural History	16,332,000	16,332,000	15,555,172	(57,653)	15,497,519	834,481
Music Center	21,464,000	21,464,000	21,222,056	0	21,222,056	241,944
Parks & Recreation	114,233,000	120,107,000	115,506,561	(461,656)	115,044,905	5,062,095
Probation:						
- Care of Juvenile Court Wards	2,891,000	2,891,000	1,273,054	(549,209)	723,845	2,167,155
- Support Services	106,651,000	110,052,000	100,621,702	(660,995)	99,960,707	10,091,293
- Juvenile Institutions Services	256,706,000	260,031,000	268,338,417	574,535	268,912,952	(8,881,952)
- Field Services	93,016,000	94,185,000	88,249,586	(361,508)	87,888,078	6,296,922
- Special Services	18,908,000	18,434,000	19,446,228	(1,679,793)	17,766,435	667,565
Probation Department Total	478,172,000	485,593,000	477,928,987	(2,676,970)	475,252,017	10,340,983
Provisional Financing Uses	310,102,000	178,110,000	0	0	0	178,110,000
Public Defender	172,492,000	170,317,000	166,474,558	(331,487)	166,143,071	4,173,929
Public Health:						
- Substance Abuse Prevention & Control	4,288,000	4,291,000	2,948,506	8,398,776	11,347,282	(7,056,282)
- Public Health Programs	137,609,000	133,155,000	137,051,696	(9,218,638)	127,833,058	5,321,942
- Antelope Valley Rehab Centers	1,809,000	1,886,000	1,888,724	(1,003)	1,887,721	(1,721)
- Children 's Medical Services	19,771,000	19,778,000	12,838,509	(363,986)	12,474,523	7,303,477
- Division of HIV and STD Programs	17,538,000	17,559,000	17,559,200	(200)	17,559,000	0
Public Health Total	181,015,000	176,669,000	172,286,635	(1,185,051)	171,101,584	5,567,416
Public Social Services						
Public Social Services - Administration	114,673,000	103,068,000	99,458,074	(7,899,179)	91,558,895	11,509,105
Public Social Services - Assistance:						
- In-Home Supportive Services	67,697,000	62,247,000	28,566,520	(23,576,043)	4,990,477	57,256,523
- Cash Assistance Program for Immigrants	0	0	(85,126)	0	(85,126)	85,126
- Calworks	2,896,000	2,896,000	404,686	7,647,399	8,052,085	(5,156,085)
- Refugee Cash Assistance	0	0	(3,753)	0	(3,753)	3,753
- Indigent Aid	243,771,000	261,656,000	258,422,330	0	258,422,330	3,233,670
- PSS-GR Anti-Homelessness	15,276,000	15,276,000	7,539,004	6,384	7,545,388	7,730,612
- Community Services Block Grant	0	0	0	129,168	129,168	(129,168)
- Refugee Employment Program	0	0	(568)	3,361	2,793	(2,793)
Public Social Services Assistance Total	329,640,000	342,075,000	294,843,093	(15,789,731)	279,053,362	63,021,638
Public Works	53,839,000	55,075,000	24,772,326	355,906	25,128,232	29,946,768
Regional Planning	19,007,000	19,124,000	16,304,392	80,440	16,384,832	2,739,168

**2012-13 NET COUNTY COST VARIANCE REPORT
ACCOUNTING PERIOD 13 - 8-27-13**

Org Name	Final Adopted Budgeted Net County Cost	Adjusted Budgeted Net County Cost	Current 2012-13 Net County Cost	Prior Year Accrual Net County Cost	Total 2012-13 Net County Cost	Net County Cost Variance
Registrar-Recorder and County Clerk	36,187,000	36,558,000	35,422,724	(341,265)	35,081,459	1,476,541
Sheriff's Department:						
- Patrol	147,465,000	155,593,000	165,254,207	(1,985,232)	163,268,975	(7,675,975)
- Detective Services	61,440,000	59,851,000	65,743,892	(1,068,892)	64,675,000	(4,824,000)
- Administration	86,323,000	85,817,000	78,335,265	(64,252)	78,271,013	7,545,987
- Custody	482,135,000	474,797,000	450,917,027	(703,578)	450,213,449	24,583,551
- Court Services	91,976,000	88,651,000	78,259,834	(6,020)	78,253,814	10,397,186
- General Support Services	345,034,000	342,263,000	348,021,788	(3,208,024)	344,813,764	(2,550,764)
- County Services	14,578,000	15,359,000	23,459,061	(4,456)	23,454,605	(8,095,605)
- Clearing Account	0	0	40,941	(1,547)	39,394	(39,394)
Sheriff's Department Total	1,228,951,000	1,222,331,000	1,210,032,015	(7,042,001)	1,202,990,014	19,340,986
Treasurer & Tax Collector	22,246,000	23,903,000	23,266,420	(632,289)	22,634,131	1,268,869
Trial Court Operations:						
- MOE Contribution	148,617,000	148,617,000	159,612,330	0	159,612,330	(10,995,330)
- Superior Court - General Fund	49,534,000	49,605,000	46,872,523	(211,991)	46,660,532	2,944,468
- Courts - Unallocated - Others	55,323,000	55,323,000	49,767,689	(25,478)	49,742,211	5,580,789
Trial Court Operations Total	253,474,000	253,545,000	256,252,542	(237,469)	256,015,073	(2,470,073)
Operating Budgets Subtotal	5,198,622,000	5,086,841,000	4,617,190,596	(108,141,056)	4,509,049,540	577,791,460

**2012-13 NET COUNTY COST VARIANCE REPORT
ACCOUNTING PERIOD 13 - 8-27-13**

Org Name	Final Adopted Budgeted Net County Cost	Adjusted Budgeted Net County Cost	Current 2012-13 Net County Cost	Prior Year Accrual Net County Cost	Total 2012-13 Net County Cost	Net County Cost Variance
<i>NonOperating Budgets</i>						
Capital Projects	590,779,000	573,538,000	41,247,463	(3,136,593)	38,110,870	535,427,130
Emergency Preparedness & Response	5,539,000	5,539,000	5,204,588	(48,137)	5,156,451	382,549
Employee Benefits	0	0	5,074,338	(454)	5,073,884	(5,073,884)
Extraordinary Maintenance	116,230,000	121,492,000	13,846,241	(2,293)	13,843,948	107,648,052
Federal & State Disaster Aid	0	(51,145,000)	(50,633,353)	(511,647)	(51,145,000)	0
Insurance	0	0	(502,587)	(11,004)	(513,591)	513,591
Internal Services/Customer Direct-S&S	0	0	(1)	0	(1)	1
Judgments & Damages	19,694,000	32,692,000	14,592,056	(22,043)	14,570,013	18,121,987
Los Angeles County Capital Asset Leasing	0	0	(39,225)	0	(39,225)	39,225
Nondepartmental Revenue	(394,375,000)	(341,192,000)	(387,882,565)	(4,667,180)	(392,549,745)	51,357,745
Nondepartmental Special Accounts	74,458,000	89,867,000	42,718,617	3,789,386	46,508,003	43,358,997
- Public Library (General Fund Contribution) *	18,604,000	18,604,000	18,604,000		18,604,000	0
Project and Facility Development	70,860,000	177,263,000	123,921,833	(1,748,686)	122,173,147	55,089,853
Rent Expense	50,977,000	51,022,000	42,720,688	0	42,720,688	8,301,312
Telephone Utilities	0	0	(193,631)	(88,976)	(282,607)	282,607
Utilities	170,000	170,000	(112,415)	(278,243)	(390,658)	560,658
Utility User Tax - Measure U	(65,620,000)	(65,620,000)	(56,949,137)	115,209	(56,833,928)	(8,786,072)
VLF-Realignment:						
- Health Services	(293,217,000)	(293,217,000)	(309,683,554)	0	(309,683,554)	16,466,554
- Mental Health	0	0	(2,019,671)	0	(2,019,671)	2,019,671
- Social Services	(14,595,000)	(14,595,000)	(16,979,497)	0	(16,979,497)	2,384,497
VLF-Realignment Total	(307,812,000)	(307,812,000)	(328,682,722)	0	(328,682,722)	20,870,722
<i>NonOperating Budgets Subtotal</i>	179,504,000	304,418,000	(517,065,812)	(6,610,661)	(523,676,473)	828,094,474
<i>Operating/NonOperating Budgets Subtotal</i>	5,378,126,000	5,391,259,000	4,100,124,784	(114,751,718)	3,985,373,066	1,405,885,934
Property Taxes	(3,826,072,000)	(4,130,215,000)	(4,231,287,939)	0	(4,231,287,939)	101,072,939
	1,552,054,000	1,261,044,000	(131,163,155)	(114,751,718)	(245,914,873)	1,506,958,873

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Org Name	Final Adopted Budgeted Net County Cost	Adjusted Budgeted Net County Cost	Current 2012-13 Net County Cost	Prior Year Accrual Net County Cost	Total 2012-13 Net County Cost	Net County Cost Variance
						Change in Mental Health AB3632 Program Long-term Receivable 14,461,447
						Change in Sheriff Local Assistance Program Long-term Receivable 11,462,737
						Change in Public Health Substance Abuse Prevention and Control Program Long-term Receivable 8,398,775
						Change in SB90 Long-term Receivable 5,093,643
						Change in Mental Health Program Long-term Receivable 1,865,456
						Change in Reserve for Deposit with Others (906,433)
						Change in Reserve Subtotal 40,375,625
						Net Change in Reserves (3301) 301,515
						Transfer to Hospital Funds (MOE) (50,054,999)
						AVAILABLE FUND BALANCE - GENERAL FUND
						<u>1,497,581,014</u>

2012-13 NET COUNTY COST VARIANCE REPORT

EXPLANATIONS

BUDGETED NET COUNTY COST: Represents Original Adopted Budget and all budget adjustments to date.

2012-13 NET COUNTY COST: Represents net current revenue and expenditures.

PRIOR YEAR ACCRUAL NET COUNTY COST: Represents net prior year revenue and expenditures.

NET COUNTY COST VARIANCE: Positive amounts represent budgetary savings and sources of fund balance.
Negative amounts represent budgetary shortfalls and uses of fund balance.

**FY 2012-13 GENERAL FUND/ENTERPRISE HOSPITAL
CLOSING SUMMARY**

ATTACHMENT II

	FY 2010-11			FY 2011-12			FY 2012-13		
	Final Adjusted Budget	Closing NCC	Variance from Adjusted Budget	Final Adjusted Budget	Closing NCC	Variance from Adjusted Budget	Final Adjusted Budget	Closing NCC	Variance from Adjusted Budget
Operating Budgets									
Affirmative Action Compliance	\$ 2,801,000	\$ 2,404,697	\$ 396,303	\$ -	\$ 338	\$ (338)	\$ -	\$ (566)	\$ 566
Ag Commissioner/ Weights & Measures	9,370,000	5,899,240	3,470,760	9,233,000	7,453,066	1,779,934	10,637,000	8,861,216	1,775,784
Alternate Public Defender	52,379,000	50,475,840	1,903,160	52,416,000	49,726,005	2,689,995	53,797,000	51,466,870	2,330,130
Animal Care & Control	20,224,000	18,347,196	1,876,804	19,403,000	18,401,889	1,001,111	21,746,000	21,246,336	499,664
Arts Commission	7,453,000	7,348,319	104,681	7,623,000	7,480,679	142,321	7,901,000	7,896,951	4,049
Assessor	84,305,000	79,056,064	5,248,936	77,052,000	77,051,906	94	93,636,000	93,557,000	79,000
Auditor-Controller	18,286,000	14,312,146	3,973,854	17,071,000	16,474,976	596,024	21,001,000	17,802,517	3,198,483
Auditor-Controller - eCAPS	28,071,000	22,450,711	5,620,289	23,618,000	20,819,055	2,798,945	32,170,000	28,448,270	3,721,730
Auditor-Controller - Transportation	-	-	-	-	514,842	(514,842)	-	(3,437)	3,437
Beaches & Harbors	(18,796,000)	(22,165,104)	3,369,104	(19,141,000)	(27,409,970)	8,268,970	(18,448,000)	(31,208,575)	12,760,575
Board of Supervisors	120,384,000	63,300,152	57,083,848	97,424,000	56,735,693	40,688,307	103,333,000	56,592,181	46,740,819
Chief Executive Officer	42,964,000	35,660,225	7,303,775	43,478,000	35,445,940	8,032,060	43,545,000	35,761,744	7,783,256
Chief Information Officer	4,792,000	4,367,048	424,952	5,152,000	4,605,594	546,406	5,461,000	4,896,651	564,349
Child Support Services	817,000	957,604	(140,604)	316,000	(1,028,460)	1,344,460	3,271,000	3,734,226	(463,226)
Children & Family Services - Administration	270,704,000	253,226,064	17,477,936	281,402,000	247,298,175	34,103,825	310,471,000	269,089,114	41,381,886
Children & Family Services - Assistance	102,287,000	69,898,933	32,388,067	105,611,000	43,970,447	61,640,553	62,893,000	28,941,069	33,951,931
Community & Sr Services - Administration	17,366,000	14,719,703	2,646,297	17,025,000	16,013,050	1,011,950	17,579,000	17,272,211	306,789
Community & Sr Services - Assistance	333,000	(67,682)	400,682	3,333,000	3,184,416	148,584	586,000	862,108	(276,108)
Community-Based Contracts	4,046,000	2,616,133	1,429,867	4,380,000	3,195,775	1,184,225	4,211,000	3,207,630	1,003,370
Consumer Affairs	4,988,000	4,628,221	359,779	4,225,000	4,224,777	223	5,041,000	5,191,169	(150,169)
Coroner	26,898,000	25,758,183	1,139,817	27,506,000	26,797,825	708,175	31,693,000	29,265,490	2,427,510
County Counsel	4,635,000	4,351,142	283,858	4,783,000	4,473,575	309,425	6,397,000	6,069,848	327,152
District Attorney	192,063,000	190,540,266	1,522,734	180,612,000	175,768,056	4,843,944	175,662,000	170,951,052	4,710,948
Fire Department-Lifeguards	25,947,000	25,947,000	-	25,630,000	25,630,000	-	26,018,000	25,545,000	473,000
Grand Jury	1,713,000	1,476,936	236,064	1,788,000	1,510,320	277,680	1,769,000	1,505,545	263,455
Grand Park	-	-	-	1,500,000	1,500,002	(2)	2,800,000	2,132,430	667,570
Health Services/Enterprise Hospital Summary	656,350,000	640,651,006	15,698,994	675,993,000	651,315,297	24,677,703	652,577,000	619,715,549	32,861,451
Homeless and Housing Program	57,699,000	19,643,985	38,055,015	60,665,000	21,402,602	39,262,398	62,222,000	21,658,604	40,563,396
Human Resources	8,075,000	8,042,786	32,214	10,359,000	10,325,020	33,980	11,538,000	12,037,526	(499,526)
Information System Advisory Body	215,000	(337,804)	552,804	-	(15,198)	15,198	-	(16,006)	16,006
Internal Services	19,868,000	14,109,319	5,758,681	14,924,000	12,131,709	2,792,291	17,205,000	13,613,241	3,591,759
LA Plaza de Cultura y Arte	800,000	281,343	518,657	1,000,000	723,918	276,082	1,276,000	1,276,000	-
Los Angeles Regional Interoperable Comm System	7,761,000	430,537	7,330,463	9,136,000	1,741,452	7,394,548	14,874,000	7,616,732	7,257,268
Mental Health	132,677,000	137,247,903	(4,570,903)	42,220,000	44,868,502	(2,648,502)	48,311,000	50,330,671	(2,019,671)
Military & Veterans Affairs	1,807,000	1,805,531	1,469	1,776,000	1,633,228	142,772	2,246,000	1,894,849	351,151
Museum of Art	34,678,000	34,678,076	(76)	28,228,000	27,906,199	321,801	29,151,000	28,731,174	419,826
Museum of Natural History	23,525,000	22,642,740	882,260	15,267,000	13,628,468	1,638,532	16,332,000	15,497,519	834,481
Music Center	21,185,000	19,442,638	1,742,362	21,154,000	20,618,875	535,125	21,464,000	21,222,056	241,944
Office of Public Safety	2,438,000	11,110,777	(8,672,777)	-	-	-	-	-	-
Parks & Recreation	110,943,000	105,267,540	5,675,460	110,721,000	107,039,412	3,681,588	120,107,000	115,044,905	5,062,095
Probation	463,538,000	477,140,302	(13,602,302)	459,730,000	454,802,036	4,927,964	485,593,000	475,252,017	10,340,983
Provisional Financing Uses	289,160,000	-	289,160,000	314,579,000	-	314,579,000	178,110,000	-	178,110,000
Public Defender	168,889,000	167,399,728	1,489,272	166,613,000	166,245,433	367,567	170,317,000	166,143,071	4,173,929
Public Health	183,056,000	172,400,285	10,655,715	176,709,000	163,047,934	13,661,066	176,669,000	171,101,584	5,567,416
Public Social Services-Administration	115,176,000	71,600,129	43,575,871	114,011,000	96,986,165	17,024,835	103,068,000	91,558,895	11,509,105
Public Social Services-Assistance Summary	349,266,000	320,454,751	28,811,249	395,401,000	304,020,863	91,380,137	342,075,000	279,053,362	63,021,638

**FY 2012-13 GENERAL FUND/ENTERPRISE HOSPITAL
CLOSING SUMMARY**

ATTACHMENT II

	FY 2010-11			FY 2011-12			FY 2012-13		
	Final Adjusted Budget	Closing NCC	Variance from Adjusted Budget	Final Adjusted Budget	Closing NCC	Variance from Adjusted Budget	Final Adjusted Budget	Closing NCC	Variance from Adjusted Budget
Public Works - General Fund	58,268,000	21,206,070	37,061,930	58,415,000	30,302,287	28,112,713	55,075,000	25,128,232	29,946,768
Regional Planning	15,647,000	14,959,932	687,068	16,121,000	15,132,982	988,018	19,124,000	16,384,832	2,739,168
Registrar-Recorder/County Clerk	36,806,000	36,617,178	188,822	35,380,000	35,331,011	48,989	36,558,000	35,081,459	1,476,541
Sheriff's Department	1,308,747,000	1,285,029,476	23,717,524	1,258,146,000	1,232,020,148	26,125,852	1,222,331,000	1,202,990,014	19,340,986
Treasurer & Tax Collector	19,561,000	17,818,214	1,742,786	23,912,000	23,234,336	677,664	23,903,000	22,634,131	1,268,869
Trial Courts Operations	250,608,000	255,984,401	(5,376,401)	255,346,000	257,451,473	(2,105,473)	253,545,000	256,015,073	(2,470,073)
Subtotal - Operating Budgets	\$ 5,360,773,000	\$ 4,731,135,880	\$ 629,637,120	\$ 5,257,246,000	\$ 4,511,732,123	\$ 745,513,877	\$ 5,086,841,000	\$ 4,509,049,540	\$ 577,791,460
<u>Non-Operating Budgets</u>									
Capital Projects	\$ 727,424,000	\$ 37,279,172	\$ 690,144,828	\$ 601,230,000	\$ 62,706,240	\$ 538,523,760	\$ 573,538,000	\$ 38,110,870	\$ 535,427,130
Emergency Preparedness & Response	5,343,000	2,925,108	2,417,892	6,834,000	4,123,714	2,710,286	5,539,000	5,156,451	382,549
Employee Benefits	-	7,103,990	(7,103,990)	-	6,316,418	(6,316,418)	-	5,073,884	(5,073,884)
Extraordinary Maintenance	118,251,000	13,360,233	104,890,767	113,438,000	23,832,116	89,605,884	121,492,000	13,843,948	107,648,052
Federal & State Disaster Aid	-	-	-	-	(13)	13	(51,145,000)	(51,145,000)	-
Insurance	-	(113,594)	113,594	-	(2,411)	2,411	-	(513,591)	513,591
Internal Services/Customer Direct-S&S	-	-	-	-	-	-	-	(1)	1
Judgments & Damages	19,694,000	(2,413,110)	22,107,110	19,806,000	(1,663,477)	21,469,477	32,692,000	14,570,013	18,121,987
LA Co Capital Asset Leasing	-	(83,202)	83,202	-	(53,031)	53,031	-	(39,225)	39,225
Nondepartmental Revenue	(363,797,000)	(461,257,572)	97,460,572	(416,359,000)	(427,103,653)	10,744,653	(341,192,000)	(392,549,745)	51,357,745
Nondepartmental Special Accounts	70,763,000	27,047,340	43,715,660	83,606,000	36,693,199	46,912,801	108,471,000	65,112,003	43,358,997
Project and Facility Development	114,734,000	30,284,092	84,449,908	99,434,000	38,395,678	61,038,322	177,263,000	122,173,147	55,089,853
Rent Expense	13,590,000	10,621,375	2,968,625	38,087,000	32,573,278	5,513,722	51,022,000	42,720,688	8,301,312
Telephone Utilities	-	(203,464)	203,464	-	(429,962)	429,962	-	(282,607)	282,607
Utilities	228,000	(1,179,492)	1,407,492	219,000	(1,451,420)	1,670,420	170,000	(390,658)	560,658
Utility User Tax	(58,473,000)	(58,360,884)	(112,116)	(60,370,000)	(57,984,584)	(2,385,416)	(65,620,000)	(56,833,929)	(8,786,072)
VLF-Realignment	(430,075,000)	(421,642,114)	(8,432,886)	(334,135,000)	(311,782,023)	(22,352,977)	(307,812,000)	(328,682,722)	20,870,722
Subtotal - Non-Operating Budgets	\$ 217,682,000	\$ (816,632,122)	\$ 1,034,314,122	\$ 151,790,000	\$ (595,829,931)	\$ 747,619,931	\$ 304,418,000	\$ (523,676,474)	\$ 828,094,474
Operating/Non-Operating Budgets Subtotal	\$ 5,578,455,000	\$ 3,914,503,758	\$ 1,663,951,242	\$ 5,409,036,000	\$ 3,915,902,192	\$ 1,493,133,808	\$ 5,391,259,000	\$ 3,985,373,067	\$ 1,405,885,934
<u>Adjustments to Fund Balance</u>									
Appropriation for Contingencies	\$ 14,541,000	\$ -	\$ 14,541,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Property Tax - Regular	3,687,690,000	3,711,372,793	23,682,793	3,775,368,000	3,835,739,996	60,371,996	4,130,215,000	4,231,287,939	101,072,939
Reserves/Designation-GF (Total)	(181,450,000)	(282,592,863)	(101,142,863)	(264,138,327)	(252,520,422)	11,617,905	(557,636,444)	(567,315,818)	(9,679,374)
Cancel Reserves/Designations (Total)	458,112,000	458,112,000	-	296,235,000	296,235,000	-	253,177,506	253,177,506	-
Fund Balance	1,628,644,000	1,628,644,000	-	1,601,571,327	1,601,571,327	-	1,565,502,938	1,565,502,938	-
Other Adjustments:									
Net Changes in Reserves	-	539,155	539,155	-	379,229	379,229	-	301,515	301,515
Subtotal - Fund Balance Adjustments	\$ 5,578,455,000	\$ 5,516,075,085	\$ (62,379,915)	\$ 5,409,036,000	\$ 5,481,405,130	\$ 72,369,130	\$ 5,391,259,000	\$ 5,482,954,080	\$ 91,695,080
Estimated Year-End Fund Balance	\$ -	\$ 1,601,571,327	\$ 1,601,571,327	\$ -	\$ 1,565,502,938	\$ 1,565,502,938	\$ -	\$ 1,497,581,014	\$ 1,497,581,014

EXPLANATION OF 2012-13 CLOSING ANALYSIS

GENERAL FUND/ENTERPRISE HOSPITALS

VARIANCE (NCC)

Operating Budgets

Agricultural Commissioner/Weights and Measures

\$1,776,000

Reflects a savings of \$1.3 million as a result of hiring delays in the Inspector series and several key departmental vacancies; savings in services and supplies (S&S) of \$0.6 million primarily attributable to uncompleted projects; savings in other charges of \$0.2 million; partially offset by the under realization in revenue of \$0.3 million primarily due to a reduction in weed abatement vendor contracts.

A one-time carryover of \$0.6 million is necessary for various maintenance/safety upgrades and vehicle replacement.

Alternate Public Defender

\$2,330,000

Reflects savings of \$2.1 million in salaries and employee benefits (S&EB) primarily due to delays in filling vacant positions; \$0.1 million in S&S primarily due to under expenditures in communications, equipment, maintenance professional services and transportation and travel; \$0.2 million in other charges and \$9,000 in capital assets primarily due to under expenditure in long-term debt and data equipment. These savings are offset by \$0.2 million in under-realized revenue primarily from the state due to less than anticipated expenditures for the AB109 program and \$97,000 in prior-year revenue and cancellation of commitments.

A one-time carryover of \$40,000 and \$0.3 million will be reflected in the FY 2013-14 Budget to complete the e-Discovery project for the District Attorney Office and convert APD Case Management System (CMS) to a browser based application, respectively.

Animal Care and Control

\$500,000

Reflects a savings of \$0.9 million in S&EB mostly from hiring delays; a savings of \$0.8 million in S&S due to under spending in office expense and administrative services; a savings of \$62,000 in other charges from lower than expected insurance claims; a savings of \$11,000 in capital assets resulting from lower than expected equipment unit costs; a savings of \$60,000 in other financing uses after the current fiscal year's payment for the Asset Development Implementation Loan; under-realization of \$1.4 million in revenue attributed to the increase of shelter and license fees collection and less than anticipated revenue in humane services due to shortage of staff to respond to calls within the Field Services area, and a reduction in fees collected without a corresponding reduction in costs; and \$19,000 savings from the cancellation of prior-year commitments.

Carryover funding totaling \$0.6 million will be reflected in the FY 2013-14 Budget for the Castaic capital project (\$0.1 million), the purchase of four canvassing vehicles (\$0.1 million), and the installation of video surveillance equipment at the Lancaster Care Center (\$0.4 million).

Arts Commission

\$4,000

Reflects savings due to a \$7,000 S&S savings in the Civic Art Budget as a result of lower than anticipated expenditures and a savings of \$34,000 in prior-year due to cancellation of commitments, partially offset by \$37,000 shortfall in S&S in Arts Programs budget due to higher

EXPLANATION OF 2012-13 CLOSING ANALYSIS

GENERAL FUND/ENTERPRISE HOSPITALS

VARIANCE (NCC)

than anticipated year-end billings from Board of Supervisors related to S&EB.

Assessor

\$79,000

Reflects a \$79,000 savings primarily due to: 1) \$2.9 million in S&EB due to a hiring freeze; 2) \$2.1 million in S&S primarily due to a decrease in services provided by ISD for IBM operations for AS400 systems, a delay in hiring a SharePoint Consultant, less than anticipated cost of computer software, and actual building lease payments being lower than projected; and 3) \$0.1 million due to less than anticipated auto/general liability insurance expenses. These savings are partially offset by unrealized revenue of \$4.6 million primarily resulting from less than expected receipts of \$2.3 million from Property Tax Administration fees (SB2557), Property Tax Administration Program (PTAP) claims, and prior-year commitment cancellations and revenue refunds.

A one-time carryover of \$79,000 for prior year training as approved by the Labor Management Committee will be reflected in the FY 2013-14 Budget.

Auditor-Controller

\$3,198,000

Reflects savings primarily attributable to: 1) S&EB savings of \$5.1 million due to items filled lower than budgeted, and vacancies associated with the hiring freeze; 2) S&S savings of \$2.9 million due primarily to less than anticipated expenditures for maintenance - buildings and improvements, ISD IT services, and ISD computing-mainframe, partially offset by higher than anticipated professional services; 3) other charges savings of \$52,000 due primarily to less than anticipated judgments and damages costs and other long term debt-rent charges; 4) capital assets savings of \$19,000 due to the deferral of the purchase of a metering machine; and 5) revenue over-realization of \$0.9 million due primarily to higher than anticipated AC ABx1 26 Admin Services (CRA Dissolution) revenue, partially offset by less than anticipated Property Tax Administration Fee, MAA revenue and various billings. These savings are partially offset with \$5.8 million in under-realized intrafund transfers (IFT) attributable to actual costs of billable positions being lower than positions that were budgeted at maximum rate and less than anticipated billings for services. Also reflects a prior-year variance of \$64,000 due to prior-year commitment cancellations.

The savings does not reflect \$0.4 million in unreimbursed Board-directed audit costs. Had these costs been reimbursed, the Department's total savings would be \$3.6 million.

Unexpended renovation funding in the amount of \$0.7 million will be carried over and set aside in the Provisional Financing Uses budget unit (PFU) to complete critical renovations.

Auditor-Controller Integrated Applications

\$3,722,000

Reflects savings primarily attributable to: 1) S&S savings of \$3.4 million, due primarily to less than anticipated costs for IT, facilities, and administrative services, partially offset by higher than anticipated costs for computing midrange; and 2) IFT over-realization of \$0.3 million due primarily to a billing to DHR for the Personnel Action Request and On-Boarding Integration and Configuration Design.

EXPLANATION OF 2012-13 CLOSING ANALYSIS

GENERAL FUND/ENTERPRISE HOSPITALS

VARIANCE (NCC)

The entire amount will be carried over and placed in the Committed for Financial System balance sheet account.

Auditor-Controller - Transportation

\$3,000

Reflects a savings consisting of refunds that were due from the Department's prior travel vendors. A journal voucher to clear the amount will be processed.

Beaches and Harbors

\$12,761,000

Reflects overall savings of which \$6.3 million is due to over-realized one-time revenue from participation fees for parcel 12; \$2.8 million due to increased leasehold rent, extension fees, and due on sale (condo sales) payments; and \$1.2 million increased parking and beach use permit revenues. Furthermore, \$1.8 million is attributed to hiring delays, savings from services from other County departments, delays in purchasing LAC-CAL equipment and surplus from capital assets purchases; and \$0.6 million savings from prior-year activities. Of the total \$12.8 million savings, \$0.2 million will be carried over into FY 2013-14 to purchase citation devices (\$75,000) and to complete the installation of the fuel management system (\$0.2 million).

Board of Supervisors

\$46,741,000

Reflects surplus that includes \$45.7 million committed funds for various community projects/expenditures to be spent in the future years. The remaining \$1.1 million savings consists of a \$1.1 million savings in S&EB due to vacancies and Countywide hiring freeze; a \$3.3 million savings in S&S primarily due to less than anticipated utilization of designated community programs allocation, Information Systems Advisory Board's (ISAB) project delays and various savings in operating costs; a \$0.1 million savings in other charges primarily due to less than anticipated legal settlement charges; a \$43,000 savings in capital assets due to the County's moratorium on purchases related to IT and a \$0.3 million savings in prior-year due to cancellation of commitments. These savings are partially offset by \$1.0 million reduction in IFT related to hearing officer contracts and employee service awards and under realization of \$2.7 million in revenues related to designated community programs.

A total of \$46.2 million will be re-appropriated to FY 2013-14 for various projects and services for Board of Supervisors and Executive Office - ISAB.

Chief Executive Office

\$7,783,000

Reflects a current year savings amount of \$7.8 million of which \$94,000 is attributable to savings in S&S as well as an additional \$7.4 million from various program savings in Healthier Communities, Stronger Families, Thriving Children (HST), Gang Initiatives, Florence-Firestone and Valinda Community Enhancement Teams (CET), Employee Relations, and the Steps to Excellence Project (STEP). An additional savings \$0.3 million is from the cancellation of commitments and account payables, and the receipt of unanticipated prior-year revenue.

The following savings will be carried over into FY 2013-14 to continue program requirements for HST (\$6.7 million); Gang Initiatives (\$93,000); Florence-Firestone and Valinda CET (\$0.3 million); Joint Labor-Management Committee on Office of Ergonomics (\$0.2 million); and STEP (\$0.1 million).

EXPLANATION OF 2012-13 CLOSING ANALYSIS

GENERAL FUND/ENTERPRISE HOSPITALS

VARIANCE (NCC)

Chief Information Office

\$564,000

Reflects \$0.4 million savings in S&EB as a result of hiring delays associated with positions that were added to the budget during the FY 2012-13 Supplemental Changes; a \$0.1 million savings in S&S primarily due to the County's PC Refresh Project which allowed alternate funding stream for the planned PC replacement for the Department as well as deferring planned development of the department's intranet site, travel and conference attendances; and a \$9,000 in prior-year savings due to cancellations.

Child Support Services

\$(463,000)

Reflects an overall deficit due primarily to additional IT related expenditures. The Department was able to partially offset the additional cost with Federal Financial Participation revenue; however, the remaining balance was unfunded which resulted in the deficit.

Children and Family Services - Administration

\$41,382,000

Reflects overall savings in IV-E Waiver and non - Waiver programs comprised of:

- current year savings of \$35.6 million due primarily to reductions in services levels provided by other County departments, lower than anticipated contract expenditures for Katie A, IT, and capital and Tesma leases. The cost savings were partially offset by lower than anticipated State and federal revenues as a result of the reduced spending, and
- prior-year savings of \$5.8 million is primarily due to commitment cancellations and additional prior-year Medi-Cal revenue.

The Department is requesting to carry over \$24.3 million in Title IV-E Waiver savings to fund enhanced strategies to improve program outcomes, \$4.4 million in Katie A. to be used as a continued funding source for these services, and \$9.9 million to fund staffing and other critical program needs, and \$2.7 million for AB 12.

Children and Family Services - Assistance

\$33,952,000

Reflects overall savings in IV-E Waiver and non-Waiver programs comprised of:

- current year savings of \$25.8 million due to primarily lower than anticipated costs in the Title IV-E Waiver, Katie A, GRI, PSSF, and Adoptions programs, partially offset by higher than anticipated costs for the EA, CTF, Kin-GAP programs, and
- prior-year savings of \$8.1 million due to commitment cancellations.

The Department is requesting to carry over \$29.4 million in Katie A. to be used to as a continued funding source for these services, and \$4.5 million in Title IV-E Waiver savings to fund enhanced strategies to improve program outcomes.

Community and Senior Services - Administration

\$307,000

Reflects savings primarily due to prior-year savings associated with the cancellation of commitments and the collection of additional prior-year revenue.

Community and Senior Services - Assistance

\$(276,000)

Reflects a deficit primarily due to unrealized prior-year revenue in the Older American Act program.

EXPLANATION OF 2012-13 CLOSING ANALYSIS**GENERAL FUND/ENTERPRISE HOSPITALS****VARIANCE (NCC)****Community-Based Contracts****\$1,003,000**

Reflects savings due to lower than anticipated expenditures in anti-gang strategies and community delinquency prevention contracts. These savings will be carried over to FY 2013-14.

Consumer Affairs**\$(150,000)**

Reflects a deficit primarily due to the \$0.5 million in under-realized revenue resulting from grant sub-recipient's under spending, the Department's inability to obtain additional revenue from grant sources, and declining revenue streams. The deficit is partially offset with current year savings due to: 1) a \$0.1 million savings in S&EB resulting from unfilled grant funded positions, positions filled with lower level items, and the Department's effort to reduce overtime costs; 2) a \$0.2 million savings in S&S resulting from grant program under spending and reduced ISD website development charges; 3) a \$10,000 savings in other charges; and 5) a \$20,000 savings in unspent capital assets. In addition, there is a \$30,000 savings attributed to the cancellation of prior-year commitments, accounts payable and revenue accrual.

Coroner**\$2,428,000**

Reflects savings due primarily to lower than expected expenses in S&EB and S&S, primarily due to delays in the implementation of the Department's replacement electronic case file system. The overall savings balance is also partially offset by the under-realization of revenue.

Funds will be carried over into FY 2013-14 for the implementation of Board-approved projects that span multiple fiscal years and for one-time equipment and facility upgrades.

County Counsel**\$327,000**

Reflects savings due to: 1) \$6.5 million under-expenditure in S&EB attributed to delays in filling vacant positions; 2) \$2.1 million savings in S&S resulting from the continued effort to implement the freeze on non-essentials such as travel, training, office expense and craft services for certain maintenance building projects, and lower than anticipated legal defense fees and temporary clerical services; 3) \$7,000 savings in other charges due to lower than anticipated costs for judgments and damages; and 4) \$24,000 savings in capital assets as a result of less than anticipated costs for purchases.

Appropriation savings are partially offset by corresponding decreases in IFT \$6.7 million and revenue \$1.6 million due primarily to less than anticipated billings to client departments. In addition, there is a \$2,000 savings attributed to the cancellation of prior-year commitments, accounts payable and revenue accrual.

District Attorney**\$4,711,000**

Reflects savings primarily attributable to over realization of revenue in Public Safety Sales Tax - Prop. 172 (\$2.0 million), miscellaneous revenue (\$0.7 million), and Consumer Protection (\$2.0) and over realization in prior-year revenue for Public Safety Sales Tax - Prop. 172 (\$0.6 million).

A one-time carryover in the amount of \$2.0 million will be set aside in PFU to address future costs associated with the relocation to the Hall of Justice.

EXPLANATION OF 2012-13 CLOSING ANALYSIS**GENERAL FUND/ENTERPRISE HOSPITALS****VARIANCE (NCC)****Fire-Lifeguard****\$473,000**

Reflects savings due to the carryover of funding for the purchase of a lifeguard rescue boat from FY 2012-13 to 2013-14.

Grand Jury**\$263,000**

Reflects savings of \$19,000 in S&EB primarily due to under expenditures in retirement, employee health insurance, worker's compensation, cafeteria benefits and deferred compensation benefits; a savings of \$0.2 million in S&S primarily due to under expenditures in jury and witness expenses, professional services, rents and leases, and transportation and travel; a savings of \$13,000 in other charges as a result of under expenditures in capital lease payments; and over realized miscellaneous revenue of \$11,000.

Grand Park**\$668,000**

Reflects savings primarily attributable to less than budgeted utilities costs and over-realized parking revenue. This savings is to be reflected as carryover for programming in FY 2013-14.

Health Services/Enterprise Hospitals**\$32,861,000**

Reflects \$32.9 million operating surplus for the general fund budget units reduced by a \$50.1 million transfer to the Assignment for the Department of Health Services (DHS). The \$17.2 million deficit is fully offset by the over-realized Vehicle License Fees revenue of \$14.0 million and Capital Project funding surplus of \$3.2 million. In addition, the Hospital Enterprise Funds experienced a \$70.5 million operating surplus, which was also transferred to the Assignment for DHS, for a total of \$120.6 million.

Homeless and Housing Program**\$40,563,000**

This reflects one-time and ongoing carryover funding for various homeless assistance programs.

Human Resources**\$(499,000)**

Reflects deficit primarily due to decreases in IFT of \$7.3 million and revenue \$2.6 million as a result of less than anticipated billings to client departments. DHR provides personnel services to some departments which are not reimbursed. Such services include recruitment, examinations, and general departmental personnel support. The current year deficit is partially offset by: 1) \$6.4 million savings in S&EB primarily due to vacancies and step differential; 2) \$2.7 million savings in S&S as a result of an expenditure curtailment on non-essential S&S; 3) \$11,000 savings in other charges as a result of less expenditures related to indemnity costs; and 4) \$0.2 million savings in capital assets as a result of a reduction in expenditures. In addition, there is a \$44,000 savings attributed to the cancellation of prior-year commitments.

Information Systems Advisory Body**\$16,000**

Reflects prior-year savings from commitment cancellations.

Internal Services**\$3,592,000**

Reflects overall savings comprised of current year budget (\$2.3 million) and prior-year activity (\$1.3 million). ISD monitors customer billings throughout the year and issues rebates, as

EXPLANATION OF 2012-13 CLOSING ANALYSIS

GENERAL FUND/ENTERPRISE HOSPITALS

VARIANCE (NCC)

appropriate, to minimize any current year savings.

The current year savings reflects the year-end LAC-CAL credit from the Auditor-Controller (\$1.3 million), a portion of the NCC funding provided for server consolidation that was not spent (\$0.6 million) and will be carried over into FY 2013-14, and greater than expected year-end activity of craft services (\$0.2 million). Savings also reflect billings that were previously categorized as prior-year revenue, but instructed by the CEO to charge as current year (\$0.2 million). A portion of the savings will be used to fund the architectural/engineering fees related to the Disaster Recovery Data Center (\$1.4 million) in FY 2013-14.

The prior-year NCC reflects savings mainly due to cancellations of accounts payable/commitments made during this fiscal year. A portion of the savings will be used to fund the Hall of Administration Basement Capital Project (\$0.8 million).

LA Plaza de Cultura y Artes

\$0

No variance.

Los Angeles Regional Interoperable Communications System (LA-RICS)

\$7,257,000

Reflects savings due primarily to lower than expected costs related to the delay in executing a contract to construct the LA-RICS LMR and LTE systems. All saved funds will be returned to the Commitment for Interoperable and Countywide Communication.

Mental Health

(\$2,020,000)

Reflects \$2.0 million in Vehicle License Fees (VLF) - Realignment revenue to support DMH's NCC that was received by the County in the VLF Collections Account budget unit. When combined, the NCC variance for DMH is \$0.

Military and Veterans Affairs

\$351,000

Reflects overall savings primarily attributable to S&EB of \$0.2 million, S&S of \$0.2 million partially offset by an under-realization of \$95,000 in revenue.

Museum of Art

\$420,000

Reflects savings due to \$0.1 million under-expenditure in S&EB primarily for two unanticipated vacancies; a savings of \$0.3 million in S&S primarily due to less than anticipated expenditures; and savings of \$19,000 in other charges resulting from reduced special assessments and no judgments & damages claims activity.

Pursuant to the 1994 Funding Agreement, the entire variance will be carried over into the Department's 2013-14 operating budget.

Museum of Natural History

\$834,000

Reflects savings primarily due to \$0.2 million in S&EB savings due to retirements and less than anticipated employee benefits; 2) \$0.5 million in S&S and prior-period net savings; and 3) over-realized parking revenue of \$0.1 million. The majority of this year's savings has been earmarked for use in addressing the urgent issue of temporary exhibit gallery infrastructure improvement.

EXPLANATION OF 2012-13 CLOSING ANALYSIS**GENERAL FUND/ENTERPRISE HOSPITALS****VARIANCE (NCC)**

Pursuant to the 1994 Funding Agreement, the entire variance will be carried over into the Department's 2013-14 operating budget.

Music Center**\$242,000**

Reflects savings primarily attributable to less than budgeted utilities costs.

Parks and Recreation**\$5,062,000**

Reflects savings from various Board approved and UUT Cy-Pres projects totaling \$6.0 million and carried over into FY 2013-14, resulting in a net deficit of \$1.0 million.

The net deficit is primarily due to revenue shortfall from the Open Space District administrative cost reduction plan; and increased charges from the Board of Supervisors, Department of Human Resources and Chief Executive Office for services related to complaint intake, investigation, and mediation, due to the County Policy of Equity complaint.

Probation**\$10,341,000**

Reflects savings comprised primarily of \$43.5 million savings in S&EB; \$17.8 million savings in S&S; \$3.8 million savings in other charges; \$1.0 million savings in capital assets; \$1.3 million deficit in IFT; and \$57.2 million deficit in revenue; partially offset by \$2.7 million in prior-year savings.

A total of \$7.8 million will be carried over and reflected in the FY 2013-14 Budget for the Education Reform projects (\$2.5 million), Title IV-E Reinvestment projects (\$0.8 million), vehicle replacements (\$1.0 million), and the Department's funding match (\$3.5 million) for the revised scoping changes for the Camp Vernon Kilpatrick Replacement Project.

Provisional Financing Uses**\$178,110,000**

Reflects savings of \$178.1 primarily attributable to delays in implementing various programs in the following areas: DCFS programs (\$29.5 million), Probation Department programs (\$18.3 million), DHS Public-Private Partnership (\$9.7 million), eCAPS maintenance (\$4.8 million), public safety related programs (\$2.0 million), community programs and projects (\$79.1 million), and various other programs/projects (\$34.7 million).

Of this amount, \$141.9 million will be carried over to FY 2013-14.

Public Defender**\$4,174,000**

Reflects savings of \$4.3 million in S&EB primarily due to hiring delays and hiring freeze; \$0.2 million savings in S&S due to under expenditures in Post Disposition Advocacy Team (PDAT); \$0.1 million savings in capital assets due to less than anticipated expenses on telecommunication equipment; and \$0.4 million under realization of IFT due to reduced PDAT billing due to hiring delays. The savings is offset by a \$0.5 million under realization of revenue primarily due to less than anticipated revenue for AB109, registration fees collected from clients and Southwest Border Initiative revenue erroneously posted to prior-year revenue and a \$0.3 million savings in prior-year revenue due to savings in commitment expenditures and unanticipated JAG revenue.

EXPLANATION OF 2012-13 CLOSING ANALYSIS

GENERAL FUND/ENTERPRISE HOSPITALS

VARIANCE (NCC)

A one-time carryover of \$93,000 and \$60,000 will be reflected in the FY 2013-14 for 1) facilities repairs and safety upgrades, and 2) the replacement of outdated computers, respectively. Also, year one funding of a two-year project to expand the Public Defender's videoconferencing capabilities in the amount of \$0.5 million will be set aside in PFU.

Public Health

\$5,567,000

Reflects a surplus consisting of \$4.4 million in current year operating surplus and \$1.2 million in prior-year surplus, in addition to \$2.5 million in State Realignment Vehicle License Fees, bringing the total closing NCC variance to \$8.0 million. Also included in the FY 2012-13 surplus is \$1.3 million in unspent discretionary funding from the Third Supervisorial District for methamphetamine treatment services, which is being returned to the General Fund.

The \$4.4 million in current year surplus is due to a one-time State credit and revenue maximization in the Department's Children's Medical Services program and NCC-funded vacancies in the Department. The \$1.2 million in prior-year surplus is attributable to commitment cancellations and over-realized revenue from grant funds from the previous fiscal year in programs including: Health Facilities Inspection; Maternal, Child, and Adolescent Health; and Chronic Disease and Injury Prevention.

At the start of FY 2012-13, the Department carried a long term receivable of \$19.6 million for claims pending settlement with the State for the Drug/Medi-Cal program. Although the Department continues to work with the State on the settlement, it was determined by the Auditor-Controller that \$5.9 million of the LTR could no longer be carried and needed to be written off. The Department wrote off the \$5.9 million LTR within its existing resources and further reduced the LTR by an additional \$2.5 million with a windfall from anticipated legal costs that did not materialize. The amount written off of the LTR in FY2012-13 is \$8.4 million, bringing the total remaining LTR to \$11.2 million.

Finally, it should be noted that in anticipation of the Department's FY 2012-13 surplus, \$4.8 million was transferred via midyear budget adjustment in FY 2012-13 to Capital Projects for repairs of the HVAC systems in the public health centers that provide clinic services to tuberculosis patients.

The Department is requesting to carryover its FY2012-13 surplus of \$6.7 million. One-time components of the carryover request include: \$3.6 million in Affordable Care Act implementation costs anticipated for information technology needs and consultant services; \$1.9 million for relocation of the Antelope Valley Rehabilitation Centers; \$0.8 million in consolidated warehouse space; and \$0.4 million for security enhancements at various public health centers.

Public Social Services

\$11,509,000

Reflects savings attributable to \$3.6 million in current year surplus that is due to \$110.0 million in appropriation savings primarily due to hiring/promotion delays, a decrease in Child Care direct provider payments and administration services, and a delay in LEADER Replacement System development. Also reflects \$7.9 million in prior-year savings consisting of \$3.9 million in commitment cancellations and \$4.0 million in prior-year revenue adjustments due to a

EXPLANATION OF 2012-13 CLOSING ANALYSIS

GENERAL FUND/ENTERPRISE HOSPITALS

VARIANCE (NCC)

combination of prior-year supplemental claims and statewide program close-out adjustments.

Carryovers associated with LEADER as well as the Volunteer Income Tax Assistance (VITA) program will be reflected in the FY 2013-14 Budget.

Public Social Services - Assistance

\$63,022,000

Reflects surplus primarily due to:

- In-Home Supportive Services - a \$57.3 million surplus in IHSS is a result of:
 - \$33.7 million in current year savings which is composed of \$14.4 million appropriation surplus primarily in Provider Wages due to the Maintenance of Effort (MOE) and \$19.3 million in additional revenue. The additional revenue is composed of \$31.9 million in additional realignment revenue offset by \$12.6 million in State revenue shortfall. The State revenue shortfall will be corrected when the revised claims are submitted in FY 2013-14, and revenue will be posted as prior-year revenue.
 - \$23.6 million in prior-year savings which is composed of \$22.0 million due to CFCO savings and \$1.6 million in accounts payable cancellation.
- CalWORKs - the \$5.2 million deficit in reflects the cancellation of a \$7.7 million long-term revenue accrual from FY 2010-11, offset by \$2.5 million in lower expenditures and associated revenue as a result of lower-than-expected caseloads. The State has indicated that the \$7.7 million revenue will be provided as current-year revenue in FY 2013-14 as an offset to the County's share of FY 2013-14 CalWORKs grant expenditures.
- General Relief - a \$3.2 million surplus primarily due to a 1% decrease in the actual caseload from the adjusted budgeted level.
- GR Anti-Homelessness - a \$7.7 million surplus reflects under spending in various projects and rental subsidies.

The Department is requesting to carry over \$7.7 million to fund continuing GR-Restructuring initiatives in FY 2012-13. Of the \$7.7 million, we are recommending that the Auditor-Controller freeze \$2.7 million in other charges. Also, an additional \$2.1 million will be carried over to fund a one-time one-month \$0.79/hour increase to the IHSS provider wage in July 2013.

Public Works

\$29,947,000

Reflects savings primarily attributable to Unincorporated County road projects (\$13.6 million); Unincorporated Area Stormwater Program (\$7.3 million); Sunshine Shuttle Service-Unincorporated South Whittier Area (\$1.0 million); Kagel Canyon Waterworks District improvements (\$0.7 million); High Desert Corridor JPA (\$0.5 million); Crossing Guard Services (\$0.4 million); various Board-funded programs/projects (\$0.3 million); and over-realized building permit and inspection fee revenue (\$6.5 million). Savings partially offset by prior-year revenue accrual shortfall (\$0.4 million).

Public Works will carry over \$20.0 million for unspent Unincorporated County Road Projects (\$13.6 million); Unincorporated Area Stormwater Program (\$3.4 million); Sunshine Shuttle Service - South Whittier Area (\$1.0 million); Kagel Canyon Waterworks District improvements (\$0.7 million); High Desert Corridor JPA (\$0.5 million); Hauled Water Initial Study Plan (\$0.5 million); Parks Water Management Assessment (\$0.2 million); various Board-funded

EXPLANATION OF 2012-13 CLOSING ANALYSIS

GENERAL FUND/ENTERPRISE HOSPITALS

VARIANCE (NCC)

programs/projects (\$0.1 million); and Graffiti Abatement UUT (\$64,000).

Public Works will carry over \$10.0 million into the Capital Projects/Refurbishments Budget for various office site improvements (\$6.1 million over-realized building permit and inspection fee revenue); Unincorporated Area Stormwater Program - Future Stormwater Quality Capital Projects (\$3.8 million); and Marina del Rey Parking Lots 5 & 7 Project (\$0.1 million). Public Works will carry over \$6,000 into the CEO - Unincorporated Area Services budget for Unincorporated Area Service Community Enhancement Teams.

Regional Planning

\$2,739,000

Reflects savings primarily due to vacancies and hiring delays throughout the Department (\$0.7 million); less than anticipated consultant costs related to CEO/Board-funded projects and printing services (\$1.7 million); and increases in the number of permits and amendments for conditional use permits and zoning conformance reviews (\$0.4 million).

Regional Planning will carry over a total of \$1.5 million for CEO/Board Funded projects (\$1.1 million) including the Willowbrook Transit Oriented District Specific Plan, Marina del Rey Visioning and Local Coastal Program Update Project, East Los Angeles Transit Oriented District Specific Plan, Healthy Design - Phase II, and Santa Monica Mountains Local Coastal Program; Strategic Plan Update (\$0.2 million); overtime for critical Board initiatives (\$0.1 million); Director's Wall Refurbishment Project (\$70,000), and Mills Act Program consultant (\$30,000).

Registrar Recorder/County Clerk

\$1,477,000

Reflects savings due to \$1.2 million savings in S&EB primarily due to hiring delays and various employee benefits; \$29.5 million savings in S&S primarily due to lower than anticipated HAVA reimbursable expenditures as well as savings related to one-time funding provided in FY 2012-13 for Voter Modernization project and website translation project, which will need to be carried over to FY 2013-14; \$0.2 million savings in other charges due to lower than anticipated judgment settlements; \$0.1 million savings in capital assets due to the department refraining from purchasing all non-essential capital assets; \$0.3 million savings in prior-year primarily due to cancellation of commitment and over-realization of prior-year election revenues; and \$32,000 in over-realized IFT. These savings are partially offset by a \$30.0 million shortfall in overall revenue primarily due to lower than anticipated HAVA reimbursement as well as lower than anticipated election revenue and recording fee revenue.

Of the total anticipated savings, \$0.5 million related to the Voter Modernization and \$0.3 million related to the website translation projects which were funded in FY 2012-13 with one-time funding source need to be carried over to FY 2013-14.

Sheriff

\$19,341,000

Reflects an overall savings that includes over-realized Public Safety Augmentation Fund (PSAF) revenue of \$14.8 million. The adjusted NCC savings of \$4.6 million reflects the carryover of \$1.6 million for the patrol vehicle Mobile Digital Computer installation project, \$0.1 million for the Santa Clarita Station Command Post Trailer, \$0.2 million for the Cy Pres II project - Whittier Party Patrol, \$2.1 million to refurbish the Sheriff's Communications Data Center, and \$0.6

EXPLANATION OF 2012-13 CLOSING ANALYSIS**GENERAL FUND/ENTERPRISE HOSPITALS****VARIANCE (NCC)**

million to purchase two shooting simulators for the Sheriff's Training Academy-Biscailuz Center.

Treasurer and Tax Collector**\$ 1,269,000**

Reflects savings primarily attributable to: 1) \$3.9 million savings in S&EB due to the hard hiring freeze, hiring delays, vacancies, and normal attrition; 2) \$2.5 million savings in S&S are due to the Chief Executive Office's appropriation freeze, less than anticipated bank charges, contract costs, services received from other County departments, and savings from prior-year accounts payable and commitment cancellations; and 3) \$90,000 savings in other charges and capital assets are due to less than anticipated equipment leases and the virtualization project costs. These savings are partially offset by \$5.2 million in unrealized revenue primarily due to a reduction in IFT due to less than anticipated reimbursement from County departments and declining revenue for remittance processing for the Superior Courts, and declining property tax related revenues.

Savings in the amount of \$1.3 million will be set aside for the replacement of the Department's obsolete mail and remittance processing system equipment.

Trial Court Operation**\$(2,470,000)**

Reflects a deficit primarily due to: 1) a \$1.2 million savings in S&EB due to judicial officer vacancies; 2) a \$7.1 million savings in S&S primarily due to a decrease in cases where Public Defender declare unavailable; 3) and a \$6.1 million savings in other charges primarily due to a net decrease in AB233 50/50 excess MOE payment to the State which is directly offset by an under realization of revenue from AB233 MOE. Trial Courts appropriation savings is directly offset by an overall under-realization in revenues of \$17.1 million primarily due to: 1) a decrease in traffic school revenue due to a decline in traffic infraction filings and an overall decrease in requests to attend traffic school; 2) a decline in red light camera violations resulting from the elimination of the red light camera program in the City of Los Angeles; 3) reduction in revenues received from other agencies, specifically parking surcharge and parking bail amounts paid to the County by the Cities; 4) a decline in non-red light tickets issues; 5) a decline in various other revenues partially offset by one-time revenue adjustments due to State Controller's Office (SCO) audit findings and prior-year savings of \$0.2 million due to canceled commitments.

Note: \$3.8 million was transferred from the Courts Unallocated Budget for Minor's Counsel expenditures to Provisional Finance and Uses Budget during the 2011-12 Supplemental Budget process and therefore \$3.8 million can be used to offset the current deficit upon Board approval.

OPERATING BUDGETS SUBTOTAL**\$577,791,000**

EXPLANATION OF 2012-13 CLOSING ANALYSIS

GENERAL FUND/ENTERPRISE HOSPITALSVARIANCE (NCC)Non-Operating BudgetsCapital Projects \$535,427,000

Reflects unspent funds for various capital projects/refurbishments projects. A total of \$532.0 million will be carried over to FY 2013-14 to continue projects throughout the County.

Emergency Preparedness and Response \$382,000

Reflects savings due primarily to lower than expected S&S costs.

Funds will be carried over into FY 2013-14 for the implementation of Board-approved projects that span multiple fiscal years and for one-time equipment and facility upgrades.

Employee Benefits \$(5,074,000)

Reflects a \$0.1 million increase for split-dollar life insurance retroactive payments as well as a \$5.0 million increase in sick leave buy back liability as determined by the Auditor-Controller.

Extraordinary Maintenance \$107,648,000

Reflects savings associated with deferred maintenance of County assets. The savings will be carried over to FY 2013-14 to fund major maintenance and repairs needs at the County facilities.

Federal and State Disaster Aid \$0

No variance.

Insurance \$514,000

Reflects surplus primarily due to \$0.4 million in over realized revenue from insurance proceeds to be carried over to FY 2013-14 and \$0.1 million in the over recovery of administration fees of which credits will be processed to departments in FY 2013-14.

Judgments and Damages \$18,122,000

Reflects a net increase of \$10.2 million in contingent liabilities associated with medical malpractice and other material litigation payouts anticipated for FY2013-14, partially offset by the release of the \$31.0 million liability related to the Utility User Tax - Oronoz case. Also reflects higher than expected central reserve costs of \$2.7 million partially offset by over realized revenue of \$5,000, and net prior year savings of \$22,000 due to commitment cancellations.

Los Angeles County-Capital Asset Leasing (LAC-CAL) \$39,000

Reflects surplus due to the collection of lease payments and insurance premiums being greater than the anticipated expenditure distribution to departments.

Nondepartmental Revenue \$51,358,000

Reflects a surplus primarily due to over realized sales tax (\$10.5 million), deed transfer tax (\$20.2 million), transient occupancy tax (\$1.7 million); franchise (\$7.5 million); assessment and tax collection fee (\$2.0 million); central service cost recovery revenues (\$8.0 million); and other

EXPLANATION OF 2012-13 CLOSING ANALYSIS

GENERAL FUND/ENTERPRISE HOSPITALS

VARIANCE (NCC)

revenues (\$2.1 million), partially offset by an under realization of landfill tax (\$0.7 million); delinquent tax penalty (\$2.3 million); hospital loan interest revenues (\$1.2 million); and other miscellaneous revenues (\$1.1 million). Also reflects an over realization of prior-year revenues (\$4.7 million) primarily associated with excess Motor Vehicle-In-Lieu Taxes collected by the State.

Nondepartmental Special Accounts

\$43,359,000

Reflects savings of \$49.0 million in various appropriations as follows: 1) \$11.2 million in S&EB as a result of countywide budgetary adjustments to departmental retirement and other post-employment benefits (retiree health) budgets; 2) \$35.7 million in S&S primarily due to a \$31.3 million savings from the special appropriation reserve for countywide benefits, and \$4.4 million from funding set aside for various contracts, management studies, and services for countywide benefits; 3) \$1.0 million in other charges primarily due to less than expected Tax and Revenue Anticipation Notes (TRANS) interest expense; 4) \$0.6 million in other financing uses due to less than expected contribution to the Civic Center Parking Fund; and 5) \$0.5 million in prior-year savings.

The savings are partially offset by \$6.4 million in less than expected revenue primarily due to the decrease in interest rates and the corresponding decrease in interest revenue from treasury pool, and \$3.8 million in abatement of prior-year revenue primarily to comply with the Child Support Services claims of the State audit conducted by the Department of Finance.

A total of \$1.5 million in savings from Public Library Proposition 62 (\$1.2 million) and Public Library Cy Pres (\$0.3 million) will be carried forward to FY 2013-14. In addition, \$3.0 million in Productivity Investment Fund and \$0.1 million in unspent economic development funds will be carried forward to FY 2013-14.

Project and Facility Development

\$55,090,000

Reflects savings associated with specialized County services and consultant services related to projects that are under development, as well as improvements to County facilities being implemented by other governmental agencies or jurisdictions. These funds will be carried over to FY 2013-14 to fund additional projects.

Rent Expense

\$8,301,000

Reflects savings due to reductions in bond funded projects (\$2.6 million), non-billable expenditures in the Real Estate Division (\$1.8 million), and non-billable lease related costs (\$1.3 million). Also reflects a \$2.6 million reduction associated with the delay in project costs for the Long Beach Courthouse Project.

A carryover of \$2.9 million is required to cover the remaining expenditures for the recently completed Long Beach Courthouse.

Telephone Utilities

\$283,000

Reflects overall savings comprised of current year budget (\$0.2 million) due to a higher than anticipated volume of Voice over Internet Protocol (VoIP) projects and prior-year activity

EXPLANATION OF 2012-13 CLOSING ANALYSIS**GENERAL FUND/ENTERPRISE HOSPITALS****VARIANCE (NCC)**

(\$89,000) due to cancellations of accounts payable/commitments.

Utilities**\$561,000**

Reflects overall savings comprised of current year budget (\$0.3 million) due to the revenues realized, offset by expenditures incurred relating to the Energy Loan Loss Reserve Programs (\$0.2 million), and the Courts' share of the Barakat Settlement agreement from the Los Angeles Department of Water and Power (\$87,000) since the Courts were historically NCC funded in this budget. The prior-year NCC savings (\$0.3 million) reflects cancellations in accounts payables and commitments made during this fiscal year.

Utility User Tax**\$(8,786,000)**

Reflects a shortfall attributable to lower than anticipated collections primarily due to the rate reduction from 5.0% to 4.5% as well as a decrease in the cost of natural gas.

Vehicle License Fee - Realignment**\$20,871,000**

Reflects surplus attributable to the following:

- Department of Mental Health: \$2.0 million above the budgeted amount, due to unanticipated collections,
- Departments of Health Services and Public Health: \$16.5 million above the budgeted amount due to higher than budgeted revenue collections, resulting from current economic conditions, and
- Social Services: \$2.4 million above the budgeted amount due to higher than budgeted revenue collections, resulting from current trends and economic conditions.

NON-OPERATING BUDGETS SUBTOTAL**\$828,095,000**

EXPLANATION OF 2012-13 CLOSING ANALYSIS**GENERAL FUND/ENTERPRISE HOSPITALS****VARIANCE (NCC)****Financing Elements/Other Variances****Property Taxes****\$ 101,073,000**

Reflects a surplus of \$101.1 million primarily due to an increase of \$23.3 million in property tax revenues based on payments received and the continuing low delinquency rate now below 2%; a surplus of \$23.6 million due to lower than expected refunds; an increase of \$15.7 million in supplemental property tax revenues due to an increase in the value of transfers after the January 1st lien date; an increase of \$34.0 million in negotiated pass through payments; the over realization of \$3.0 million in Property Tax In-Lieu of Sales tax revenue as a result of a positive true-up payment for higher than anticipated sales tax revenues from prior year; and a surplus of \$50.5 million in one-time revenues related to Redevelopment Dissolution. These increases are partially offset by a decrease of \$45.2 million for a contingent liability related to the LAUSD lawsuit.

Net Changes in Reserves**\$(9,378,000)**

Reflects net increase to fund balance for the release of long-term receivables associated with the Sheriff Local Assistant Program (\$11.5 million), AB3632 (\$14.5 million), SB90 (\$5.1 million), Public Health Substance Abuse Prevention and Control (\$8.4 million) and Mental Health (\$1.9 million), partially offset by transfers to Enterprise Hospital Funds (\$50.1 million), as well as miscellaneous reserves changes (\$0.7 million).

FINANCING ELEMENTS/OTHER VARIANCES SUBTOTAL**\$91,695,000****TOTAL GENERAL FUND****\$1,497,581,000**

EXPLANATION OF 2012-13 CLOSING ANALYSIS

SPECIAL FUND/DISTRICT

VARIANCE (NCC)

Fire Department

\$104,375,000

Reflects net savings consisting of:

- \$20.8 million in S&EB savings due to a \$11.2 million savings in salaries and wages; \$36.0 million in retirement (including the retirement credit), \$1.2 million in retiree health insurance, \$0.3 million in Choices, and \$2.0 million in Horizons; offset by \$5.0 million in overtime, \$4.6 million in workers' compensation, \$19.8 million for the Other Post-Employment Benefits (OPEB) credit, and \$0.5 million in miscellaneous employee benefits;
- \$20.1 million S&S savings due to items that were not purchased in FY 2012-13, of which \$13.2 million was carried over to FY 2013-14;
- \$3.7 million other charges savings due to lower than anticipated costs of \$1.2 million for settlements and \$2.5 million for commercial paper costs;
- capital assets savings of \$7.5 million due to items that were not purchased in FY 2012-13, of which \$5.8 million was carried over to FY 2012-13;
- \$1.3 million in prior-year encumbrance cancelations;
- property tax surplus of \$61.1 million that includes \$5.9 million for higher than budgeted property tax revenues, and \$55.2 million for higher than budgeted CRA dissolution revenues;
- special tax surplus of \$76,000 that includes higher than budgeted current year revenues; offset by lower than budgeted prior-year revenues; and
- revenue deficit of \$11.1 million due to lower than budgeted revenue of \$0.7 million in interest, \$0.7 million in State grants, \$0.8 million in AB 109, \$10.7 million in federal grants, \$1.9 million in Educational Services, \$2.4 million in City of Irwindale, \$0.4 million in City of Claremont, \$1.0 million in Lifeguard General Fund, \$2.0 million in Fee for Service Cities, \$0.3 million in Homeowner's Property Tax Relief, \$0.2 million in CRA, and \$0.7 million in Advanced Life Support (ALS); offset by higher than budgeted revenue of \$4.7 million in Assistance by Hire (ABH), \$0.5 million in Health Hazardous Materials fees, \$5.4 million in prior-year revenues, and \$0.1 million in miscellaneous revenues.

Public Library

\$37,288,000

Reflects a fund balance surplus attributable to:

- savings from S&EB as a result of hiring delays in filling senior management, IT and librarian vacancies as well as Public Library's efforts to preserve fund balance;
- lower S&S expenditures due to efforts to reduce cost to meet fund balance targets as well as deferring furnishing, furniture and equipment (FFE) purchases and Measure U Funded expenditures; and
- the under realization of revenue due to the estimated decrease in Measure U and FFE revenue claims corresponding to respective decrease in their expenditures.

The prior-year saving is the result of cancellations of prior year encumbrances due to changes in vendor, contract term, and commodity and services provided.

**FISCAL YEAR 2012-13
Overtime - Actual vs. Budget**

Department	2009-10	2010-11	2011-12	2012-13			
	Actual Overtime	Actual Overtime	Actual Overtime	Adjusted Budget	Actual Overtime	Variance from Budget	Rounded Variance
<u>General Fund/Enterprise Hospitals</u>							
Affirmative Action Compliance	\$ 1,308	\$ 5,523	\$ -	\$ -	\$ -	\$ -	\$ -
Ag Commissioner/ Weights & Measures	1,044,858	913,413	942,624	740,000	600,628	139,372	139,000
Alternate Public Defender	5,177	3,112	5,964	52,000	6,726	45,274	45,000
Animal Care & Control	369,172	328,689	319,534	408,000	425,775	(17,775)	(18,000)
Assessor	2,439,917	2,005,256	2,073,093	2,366,000	2,681,455	(315,455)	(315,000)
Auditor-Controller	192,045	151,031	187,549	270,000	334,098	(64,098)	(64,000)
Beaches & Harbors	277,225	126,452	64,303	100,000	91,397	8,603	9,000
Board of Supervisors	101,283	75,142	81,798	73,000	70,382	2,618	3,000
Chief Executive Officer	130,489	112,586	122,052	220,000	152,168	67,832	68,000
Chief Information Officer	388	-	-	3,000	142	2,858	3,000
Child Support Services	441,505	121,025	94,377	150,000	20,013	129,987	130,000
Children & Family Services	10,261,282	15,109,163	12,258,750	9,449,000	12,179,686	(2,730,686)	(2,731,000)
Community & Senior Services	574,926	713,070	544,729	600,000	401,592	198,408	198,000
Consumer Affairs	7,324	10,539	5,206	18,000	10,162	7,838	8,000
Coroner	294,072	383,249	444,077	305,000	524,564	(219,564)	(220,000)
County Counsel	12,074	13,637	12,042	50,000	10,592	39,408	39,000
District Attorney	301,580	364,954	318,741	498,000	526,412	(28,412)	(28,000)
Health Services	53,894,973	60,093,717	61,459,361	55,209,000	59,503,930	(4,294,930)	(4,295,000)
Human Resources	7,164	10,756	10,399	45,000	13,080	31,920	32,000
Internal Services	4,250,063	5,111,072	5,020,987	5,279,000	4,840,376	438,624	439,000
Mental Health	6,058,766	6,079,510	6,012,559	6,027,000	5,811,489	215,511	216,000
Military & Veterans Affairs	66	87	-	-	4,222	(4,222)	(4,000)
Museum of Art	256,268	423,582	250,801	250,000	250,656	(656)	(1,000)
Museum of Natural History	41,618	46,549	47,224	50,000	44,707	5,293	5,000
Office of Public Safety	5,179,109	9,510	-	-	-	-	-
Parks & Recreation	504,952	581,759	865,120	1,427,000	867,967	559,033	559,000
Probation	4,561,158	11,345,291	15,058,502	8,936,000	18,381,213	(9,445,213)	(9,445,000)
Public Defender	324,850	79,338	52,397	155,000	52,363	102,637	103,000
Public Health	4,620,249	2,643,427	3,233,034	3,227,000	3,396,652	(169,652)	(170,000)
Public Social Services	4,365,095	4,225,000	4,246,775	4,503,000	5,962,563	(1,459,563)	(1,460,000)
Regional Planning	68,359	63,255	73,139	75,000	79,222	(4,222)	(4,000)
Registrar-Recorder/County Clerk	2,311,615	2,057,368	1,353,037	1,400,000	2,677,787	(1,277,787)	(1,278,000)
Sheriff's Department	114,244,905	64,672,339	96,423,879	98,208,000	109,235,023	(11,027,023)	(11,027,000)
Treasurer & Tax Collector	143,754	168,579	179,254	200,000	176,070	23,930	24,000
Total General Fund and Hospitals	\$ 217,287,590	\$ 178,047,980	\$ 211,761,307	\$ 200,293,000	\$ 229,333,115	\$ (29,040,115)	\$ (29,040,000)
<u>Special Funds/District</u>							
Fire	142,127,238	129,650,472	131,139,340	144,251,000	149,200,280	(4,949,280)	(4,949,000)
Public Library	844,961	933,112	1,034,241	1,000,000	922,312	77,689	78,000
Public Works	8,780,879	6,928,109	6,829,046	15,000,000	5,786,432	9,213,568	9,214,000
Total Special Funds and District	\$ 151,753,078	\$ 137,511,692	\$ 139,002,627	\$ 160,251,000	\$ 155,909,024	\$ 4,341,976	\$ 4,343,000
GRAND TOTAL OVERTIME	\$ 369,040,667	\$ 315,559,672	\$ 350,763,934	\$ 360,544,000	\$ 385,242,138	\$ (24,698,138)	\$ (24,697,000)

EXPLANATION OF 2012-13 OVERTIME CLOSING ANALYSIS

GENERAL FUND/ENTERPRISE HOSPITALS

OVERTIME VARIANCE

Departments

Agricultural Commissioner/Weights and Measures \$139,000
Reflects savings primarily due to the Department's ability to minimize the number of vacancies in the Inspector series.

Alternate Public Defender \$45,000
Reflects savings attributable to the Department's effort to limit overtime to staff working on capital and other high-profile cases.

Animal Care and Control \$(18,000)
Reflects an overage due to the Powerhouse Fire between May 30th and June 8th 2013. During the fire, Animal Control Officers worked afterhours performing specialized functions and rescued 241 animals.

Assessor \$(315,000)
Reflects over expenditure primarily due to reduced backlog of transfers and new construction resulting from the increased volume of decline-in-value reviews and assessment appeals cases being worked in the real property regions; and process business property statements by roll closure.

Auditor-Controller \$(64,000)
Reflects unanticipated overtime costs incurred by the Tax Division for the CRA Dissolution project, which is revenue offset.

Beaches and Harbors \$9,000
Reflects savings as the Department managed to keep overtime spending within budgeted level.

Board of Supervisors \$3,000
Reflects savings primarily due to less than anticipated overtime utilization by the Assessment Appeals Board.

Chief Executive Office \$68,000
Reflects savings due to the reallocation of departmental resources to meet workload changes.

Chief Information Office \$3,000
Reflects savings attributable to continuous efforts to use overtime for only activities critical to the needs of the Department.

Child Support Services \$130,000
Reflects savings associated with fewer overtime hours being approved due to budgetary constraints.

Children & Family Services \$(2,731,000)
Reflects over expenditure due primarily to the Department's continued efforts to reduce the Emergency Response (ER) over 30 days and over 100 days as well as the higher number of vacancies, hiring delays, and attrition. The effort to reduce ER over 30 and 100 days has become the main focus for MAPP Goals in FY 2013-14.

EXPLANATION OF 2012-13 OVERTIME CLOSING ANALYSIS

GENERAL FUND/ENTERPRISE HOSPITALS

OVERTIME VARIANCE

Community and Senior Services - Administration

\$198,000

Reflects under expenditure primarily due to efficiencies achieved by the implementation of automated systems in both Adult Protective Services and the Contract Management Division.

Consumer Affairs

\$8,000

Reflects savings primarily due to the Department's efforts to reduce less critical assignments, community outreach, speaking engagements, and special investigations.

Coroner

\$(220,000)

Reflects an over expenditure due to illness, at work injuries and emergency at scene response.

County Counsel

\$39,000

Reflects savings as a result of strict controls and efficiencies by the IT Unit working on scheduled IT projects. Also duties relating to budget preparation and fiscal closing were shared amongst staff, thereby resulting in overtime savings for the Budget Unit.

District Attorney

\$(28,000)

Reflects over expenditure primarily attributable to the Bureau of Investigation staff who engaged in various criminal investigations.

Health Services

\$(4,295,000)

Reflects deficit primarily due to difficulties in filling vacant, budgeted positions in order to cover critical service needs. The deficit is offset by a surplus in salaries and wages.

Human Resources

\$32,000

Reflects savings as a result of efforts to ensure that workload needs are being met within working hours and overtime is only used for critical needs.

Internal Services Department

\$439,000

Reflects savings as a result of a decrease in customer requests for ISD services, and also fiscal restraints imposed by the managers to control expenditures.

Mental Health

\$216,000

Reflects decreased expenditures due to controls placed on non-critical overtime requests in response to previous decreases in the department's various funding streams, as well as the hiring of additional permanent employees for directly operated clinics which reduced the need for overtime coverage.

Military and Veterans Affairs

\$(4,000)

Reflects over expenditure primarily due to costs associated with various Veterans events.

Museum of Art

\$(1,000)

Reflects deficit as a result of workload associated with exhibition installation and de-installation.

EXPLANATION OF 2012-13 OVERTIME CLOSING ANALYSIS**GENERAL FUND/ENTERPRISE HOSPITALS****OVERTIME VARIANCE****Museum of Natural History****\$5,000**

Reflects savings primarily due to less than anticipated overtime requirements for facility maintenance and exhibition preparation.

Parks and Recreation**\$559,000**

Reflects under expenditure in overtime associated with the funding set aside for Board approved recreation programs, which is in lieu of budgeting temporary positions as the approved programs are temporary (life expectancy of not more than three years). The temporary salaries over-expenditure will be offset by this overtime savings.

Probation Department**\$(9,445,000)**

Reflects a deficit due to over expenditures in the juvenile camps and the Dorothy Kirby Center to meet minimum staffing ratios as required by the Department of Justice. In addition, the use of overtime for various high priority programs such as AB109 has resulted in increased overtime in Administrative Services Bureau, Information Systems Bureau, Management Services – Procurement Section and Adult Field Services.

Public Defender**\$103,000**

Reflects under expenditure due to a decrease in overtime hours worked which is attributable to the department's telecommuting program and availability of remote access via Wireless-Fidelity (Wi-Fi)/Virtual Private Network (VPN).

Public Health**\$(170,000)**

Reflects over expenditure due to increased workload demands exacerbated by hiring delays in the divisions of Substance Abuse Prevention and Control (SAPC) and Public Health Programs (PHP), primarily in grant-funded programs such as Health Facilities Inspection Division, Emergency Preparedness and Response Program, and Chronic Disease and Injury Prevention; as well as Community Health Services which is funded by NCC.

Recent experience shows that both divisions have seen an upward trend in overtime usage and both have requested to increase its respective overtime allocation in the FY 2013-14 Budget.

Public Social Services**\$(1,460,000)**

Reflects over expenditure due to the additional needs for various projects related to Health Care Reform Initiatives, Healthy Way Los Angeles (HWLA), IT and Program Changes. Major activities included Electronic Document Management System (EDMS), additional hiring to support Healthcare Reform, HWLA Backlog Clearance, California Healthcare Eligibility Enrollment and Retention System (CalHEERS) State testing, and Overdue IHSS Assessments. On April 18, 2013, the Department requested and received CEO approval to overspend the overtime budget for the fourth quarter. DPSS provided a list of projects with a total cost of \$1.463 million.

Regional Planning**\$(4,000)**

Reflects over expenditure due to the use of overtime to assist in the completion of several Board directed/funded projects including: General Plan, Antelope Valley Plan and Yard Sales. Additional over-expenditure due to the use of overtime to attend Board required public hearings and other community meetings/workshops which usually take place on weeknights and weekends.

EXPLANATION OF 2012-13 OVERTIME CLOSING ANALYSIS

GENERAL FUND/ENTERPRISE HOSPITALS

OVERTIME VARIANCE

Registrar-Recorder/County Clerk

\$(1,278,000)

Reflects a deficit of \$1,278,000 due to new Online Voter Registration Program initiated for the November 2012 Presidential election; the unprecedented number of provisional ballots cast for the

Presidential Election that must be tallied during the Canvass period; the higher than anticipated document recording counts that must be indexed by December 31, 2012; and additional overtime needed for the upcoming elections in 2013. The Department has sufficient savings in salaries and employee benefits to fund the anticipated overage.

Sheriff

\$(11,027,000)

Reflects over expenditure primarily attributable to backfilling vacant positions on overtime for MTA contract service level increases and for AB109 Public State Realignment, until such time as the budgeted positions can be filled on a permanent basis.

Treasurer and Tax Collector

\$24,000

Reflects under expenditure attributable to utilizing less than budgeted hours for overtime for the first and second property tax installments.

TOTAL GENERAL FUND/ENTERPRISE HOSPITALS

\$(29,040,000)

EXPLANATION OF 2012-13 OVERTIME CLOSING ANALYSIS**SPECIAL FUNDS/DISTRICT****OVERTIME VARIANCE**

Fire \$(4,949,000)

Reflects over expenditure due to an increased number of fires and emergency deployments than in previous years.

Public Library \$78,000

Reflects under expenditure in the overtime budget is a result of Public Library's efforts to control overtime expenditures.

Public Works \$9,214,000

Reflects under expenditure primarily due to the absence of overtime demand to address disasters, such as storms, floods, and earthquakes.

TOTAL SPECIAL FUNDS/DISTRICT	\$4,334,000
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GRAND TOTAL - OVERTIME	\$(24,697,000)
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